

**ND ASSOCIATION OF COUNTIES - PROGRAM SAVINGS FUND**  
**INVESTMENT PERFORMANCE REPORT AS OF JANUARY 31, 2005**

	January-05				December-04				September-04				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation	Policy	Month	Market Value	Allocation	Policy	Quarter	Market Value	Allocation	Policy	Quarter	FYTD	FY04	Ended	Ended
				Net ROR				Net ROR					Net	Net	6/30/2004	6/30/2004
															Net	Net
<b>LARGE CAP DOMESTIC EQUITY</b>																
<i>Structured Growth</i>																
Los Angeles Capital	9,893	2.9%	3.0%	-3.51%	10,251	3.0%	3.0%	10.37%	9,473	2.9%	3.0%	-4.14%	2.09%	N/A	N/A	N/A
<b>Total Structured Growth</b>	<b>9,893</b>	<b>2.9%</b>	<b>3.0%</b>	<b>-3.51%</b>	<b>10,251</b>	<b>3.0%</b>	<b>3.0%</b>	<b>10.37%</b>	<b>9,473</b>	<b>2.9%</b>	<b>3.0%</b>	<b>-4.14%</b>	<b>2.09%</b>	<b>17.58%</b>	<b>-6.28%</b>	<b>N/A</b>
<i>Russell 1000 Growth</i>				-3.33%				9.17%				-5.23%	0.02%	17.86%	-3.74%	N/A
<i>Structured Value</i>																
LSV	10,881	3.2%	3.0%	-1.46%	11,039	3.2%	3.0%	9.01%	10,331	3.2%	3.0%	3.21%	10.87%	30.56%	9.33%	N/A
<i>Russell 1000 Value</i>				-1.78%				10.38%				1.54%	10.09%	21.13%	2.96%	N/A
<i>Russell 1000 Enhanced Index</i>																
LA Capital	21,058	6.1%	6.0%	-2.63%	21,623	6.2%	6.0%	9.28%	20,181	6.2%	6.0%	-1.68%	4.61%	N/A	N/A	N/A
<i>Russell 1000</i>				-2.52%				9.80%				-1.81%	5.09%	N/A	N/A	N/A
<i>S&amp;P 500 Enhanced Index</i>																
Westridge	20,511	6.0%	12.0%	-2.40%	21,012	6.1%	12.0%	9.47%	19,609	6.0%	12.0%	-1.99%	4.71%	N/A	N/A	N/A
<i>S&amp;P 500</i>				-2.44%				9.23%				-1.87%	4.58%	N/A	N/A	N/A
<i>Index</i>																
State Street	6,166			-2.44%	6,321			9.23%	5,902			-1.88%	4.55%	19.01%	-0.75%	N/A
<b>Total Index</b>	<b>6,166</b>	<b>1.8%</b>	<b>2.0%</b>	<b>-2.44%</b>	<b>6,321</b>	<b>1.8%</b>	<b>2.0%</b>	<b>9.23%</b>	<b>5,902</b>	<b>1.8%</b>	<b>2.0%</b>	<b>-1.88%</b>	<b>4.55%</b>	<b>19.01%</b>	<b>-0.75%</b>	<b>N/A</b>
<i>S&amp;P 500</i>				-2.44%				9.23%				-1.87%	4.58%	19.11%	-0.70%	N/A
<b>TOTAL LARGE CAP DOMESTIC EQUITY</b>	<b>68,509</b>	<b>20.0%</b>	<b>20.0%</b>	<b>-2.49%</b>	<b>70,246</b>	<b>20.3%</b>	<b>20.0%</b>	<b>9.45%</b>	<b>65,497</b>	<b>20.0%</b>	<b>20.0%</b>	<b>-1.42%</b>	<b>5.21%</b>	<b>21.46%</b>	<b>0.15%</b>	<b>N/A</b>
<i>S&amp;P 500</i>				-2.44%				9.23%				-1.87%	4.58%	19.11%	-0.70%	N/A
<b>SMALL CAP DOMESTIC EQUITY</b>																
<i>Manager-of-Managers</i>																
SEI	33,767	9.9%	10.0%	-4.48%	35,346	10.2%	10.0%	14.79%	33,816	10.4%	10.0%	-3.60%	5.70%	32.99%	5.51%	N/A
<i>Russell 2000 + 200bp</i>				-4.01%				14.64%				-2.36%	7.45%	35.99%	7.90%	N/A
<b>TOTAL SMALL CAP DOMESTIC EQUITY</b>	<b>33,767</b>	<b>9.9%</b>	<b>10.0%</b>	<b>-4.48%</b>	<b>35,346</b>	<b>10.2%</b>	<b>10.0%</b>	<b>14.79%</b>	<b>33,816</b>	<b>10.4%</b>	<b>10.0%</b>	<b>-3.60%</b>	<b>5.70%</b>	<b>32.99%</b>	<b>5.54%</b>	<b>N/A</b>
<i>Russell 2000</i>				-4.17%				14.09%				-2.86%	6.21%	33.36%	6.24%	N/A
<b>CONVERTIBLES</b>																
TCW	34,359	10.0%	10.0%	-2.07%	35,321	10.2%	10.0%	8.41%	32,586	10.0%	10.0%	-4.35%	1.55%	17.50%	1.03%	N/A
<i>Merrill Lynch All Convertibles</i>				-2.29%				5.37%				-1.05%	1.87%	14.16%	4.89%	N/A
<b>INTERNATIONAL EQUITY</b>																
<i>Large Cap - Active</i>																
Capital Guardian	13,734	4.0%	4.0%	-0.67%	13,846	4.0%	4.0%	10.01%	25,982	8.0%	8.0%	-1.77%	7.35%	25.36%	-0.39%	N/A
LSV	14,024	4.1%	4.0%	0.58%	13,937	4.0%	4.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
Transition Account	0	0.0%	0.0%	N/A	(4)	0.0%	0.0%	N/A	-	0.0%	0.0%	N/A	N/A	N/A	N/A	N/A
<b>Total Large Cap - Active</b>	<b>27,758</b>	<b>8.1%</b>	<b>8.0%</b>	<b>-0.04%</b>	<b>27,779</b>	<b>8.0%</b>	<b>8.0%</b>	<b>10.59%</b>	<b>25,982</b>	<b>8.0%</b>	<b>8.0%</b>	<b>-1.77%</b>	<b>8.59%</b>	<b>25.36%</b>	<b>-0.39%</b>	<b>N/A</b>
<i>MSCI EAFE - 50% Hedged</i>				-0.52%				11.11%				-0.72%	9.74%	26.98%	-1.27%	N/A
<i>Small Cap - Value</i>																
Lazard	3,924	1.1%	1.0%	0.50%	3,906	1.1%	1.0%	16.09%	3,491	1.1%	1.0%	0.29%	17.01%	43.30%	N/A	N/A
<i>Citigroup Broad Market Index &lt; \$2BN</i>				2.20%				16.82%				-0.82%	18.41%	47.95%	N/A	N/A
<i>Small Cap - Growth</i>																
Vanguard	3,838	1.1%	1.0%	0.92%	3,803	1.1%	1.0%	19.12%	3,316	1.0%	1.0%	0.49%	20.81%	44.68%	N/A	N/A
<i>SSB BROAD MARKET INDEX &lt; \$2BN</i>				2.20%				16.82%				-0.82%	18.41%	47.95%	N/A	N/A
<b>TOTAL INTERNATIONAL EQUITY</b>	<b>35,520</b>	<b>10.4%</b>	<b>10.0%</b>	<b>0.12%</b>	<b>35,487</b>	<b>10.2%</b>	<b>10.0%</b>	<b>12.57%</b>	<b>32,789</b>	<b>10.0%</b>	<b>10.0%</b>	<b>-1.31%</b>	<b>11.23%</b>	<b>29.16%</b>	<b>1.02%</b>	<b>N/A</b>
<i>MSCI EAFE - 50% Hedged</i>				-0.52%				11.11%				-0.72%	9.74%	26.98%	-1.27%	N/A
<b>DOMESTIC FIXED INCOME</b>																
<i>Core Bond</i>																
Western Asset	54,632	15.9%	15.0%	0.25%	54,475	15.7%	15.0%	1.34%	51,740	15.8%	15.0%	3.52%	5.17%	2.42%	7.77%	N/A
<i>Lehman Aggregate</i>				0.63%				0.96%				3.20%	4.84%	0.32%	6.35%	N/A
<i>Index</i>																
Bank of ND	68,832	20.1%	22.5%	0.20%	68,686	19.8%	22.5%	0.40%	65,111	19.9%	22.5%	2.54%	3.15%	0.07%	7.10%	N/A
<i>Lehman Intermediate Gov/Credit (1)</i>				0.19%				0.44%				2.71%	3.36%	-0.05%	6.97%	N/A
<i>BBB Average Quality</i>																
Wells Capital (formerly Strong)	30,934	9.0%	7.5%	1.66%	30,640	8.8%	7.5%	2.30%	29,008	8.9%	7.5%	4.51%	8.69%	1.18%	N/A	N/A
<i>Lehman US Credit BAA</i>				0.90%				1.69%				4.76%	7.48%	1.96%	N/A	N/A
<b>TOTAL DOMESTIC FIXED INCOME</b>	<b>154,399</b>	<b>45.1%</b>	<b>45.0%</b>	<b>0.51%</b>	<b>153,801</b>	<b>44.4%</b>	<b>45.0%</b>	<b>1.11%</b>	<b>145,858</b>	<b>44.6%</b>	<b>45.0%</b>	<b>3.27%</b>	<b>4.94%</b>	<b>0.79%</b>	<b>7.00%</b>	<b>N/A</b>
<i>Lehman Gov/Credit</i>				0.69%				0.80%				3.56%	5.11%	-0.72%	6.73%	N/A
<b>CASH EQUIVALENTS</b>																
<i>Bank of ND</i>																
90 Day T-Bill	16,073	4.7%	5.0%	0.22%	16,308	4.7%	5.0%	0.53%	16,144	4.9%	5.0%	0.44%	1.20%	1.20%	1.72%	N/A
				0.17%				0.48%				0.37%	1.02%	0.98%	1.71%	N/A
<b>TOTAL NDACo PROGRAM SAVINGS</b>	<b>342,626</b>	<b>100.0%</b>	<b>100.0%</b>	<b>-0.92%</b>	<b>346,508</b>	<b>100.0%</b>	<b>100.0%</b>	<b>5.77%</b>	<b>326,690</b>	<b>100.0%</b>	<b>100.0%</b>	<b>0.21%</b>	<b>5.01%</b>	<b>12.42%</b>	<b>4.59%</b>	<b>4.73%</b>
<i>POLICY TARGET BENCHMARK</i>				-0.86%				5.24%				0.80%	5.16%	10.55%	4.44%	4.41%

NOTE: Monthly returns and market values are preliminary and subject to change.

(1) Prior to April 1, 2004, the benchmark was the LB Govt/Credit index.